FITE 1019/001 Copy to Wayn JIM Evice JUL 071982

July 6. 1982

CERTIFIED MAIL NO. P 324 741 337

Luki Milling Corporation Attn: Carroll J. Hart P. O. Box 1075 Vernal, UT 84078

RE: ML 38305 Met. Minerals

Dear Mr. Hart:



DIVISION OF OIL, GAS & MINING

On July 6, 1982, the Director cancelled the above numbered lease for Lessee's failure to submit hond, as authorized by Article XII of the lease agreement. Cancellation of this lease, however, does not relieve you of reclamation responsibilities on the property.

Please perform the following reclamation measures on lands covered by ML 38305 within thirty (30) days.

1. Fill in all pits and trenches.

2. Level and contour the surface of all land disturbed at the mine site.

3. Remove all trash and debris.

 Re-establish natural vegetation communities to prevent flooding or erosion.

Failure to comply with this request within thirty (30) days may result in further action by the State to recover damages.

Sincerely yours,

JOHN T. BLAKE MINERALS RESOURCE SPECIALIST

JYB/mb

ce. Jim Smith

Division of Oil, Gas & Mining